§ 10.711

supervisory, quality control, and similar personnel;

- (ii) Dies, molds, tooling, and depreciation on machinery and equipment which are allocable to the specific goods:
- (iii) Research, development, design, engineering, and blueprint costs insofar as they are allocable to the specific goods; and
- (iv) Costs of inspecting and testing the specific goods.
- (2) Items not included. For purposes of paragraph (a) of this section, the words "direct costs of processing operations" do not include items that are not directly attributable to the goods under consideration or are not costs of manufacturing the product. These include, but are not limited to:
 - (i) Profit; and
- (ii) General expenses of doing business that either are not allocable to the specific goods or are not related to the growth, production, manufacture, or assembly of the goods, such as administrative salaries, casualty and liability insurance, advertising, and salesmen's salaries, commissions, or expenses.

§10.711 Imported directly.

- (a) General. To be eligible for preferential tariff treatment under the US-JFTA, a good must be imported directly from Jordan into the customs territory of the United States. For purposes of this requirement, the words "imported directly" mean:
- (1) Direct shipment from Jordan to the United States without passing through the territory of any intermediate country;
- (2) If shipment is from Jordan to the United States through the territory of an intermediate country, the goods in the shipment do not enter into the commerce of the intermediate country and the invoices, bills of lading, and other shipping documents show the United States as the final destination; or
- (3) If shipment is through an intermediate country and the invoices and other documents do not show the United States as the final destination, the goods in the shipment are imported directly only if they:

- (i) Remained under the control of the customs authority in the intermediate country;
- (ii) Did not enter into the commerce of the intermediate country except for the purpose of a sale other than at retail, provided that the goods are imported as a result of the original commercial transaction between the importer and the producer or the producer's sales agent; and
- (iii) Have not been subjected to operations other than loading and unloading, and other activities necessary to preserve the goods in good condition.
- (b) Documentary evidence. An importer making a claim for preferential tariff treatment under the US-JFTA may be required to demonstrate, to CBP's satisfaction, that the goods were "imported directly" as that term is defined in paragraph (a) of this section. An importer may demonstrate compliance with this section by submitting documentary evidence. Such evidence may include, but is not limited to, bills of lading, airway bills, packing lists, commercial invoices, receiving and inventory records, and customs entry and exit documents.

ORIGIN VERIFICATIONS

§ 10.712 Verification of claim for preferential tariff treatment.

A claim for preferential tariff treatment made under §10.703 of this subpart, including any statements or other information submitted to CBP in support of the claim, will be subject to such verification as the port director deems necessary. In the event that the port director for any reason is prevented from verifying the claim, or is provided with insufficient information to verify or substantiate the claim, the port director may deny the claim for preferential tariff treatment.

Subpart L [Reserved]

Subpart M—United States-Morocco Free Trade Agreement

SOURCE: CBP Dec. 07-51, 72 FR 35651, June 29, 2007, unless otherwise noted.